



CITY COUNCIL AGENDA ITEM

SUBJECT: Intent to Opt Out Homestead Exemption – HB581

AGENDA SECTION: *(check all that apply)*

PRESENTATION **PUBLIC HEARING** **CONSENT AGENDA** **OLD BUSINESS**
 NEW BUSINESS **OTHER, PLEASE STATE:** Click or tap here to enter text.

CATEGORY: *(check all that apply)*

ORDINANCE **RESOLUTION** **CONTRACT** **POLICY** **STATUS REPORT**
 OTHER, PLEASE STATE: Click or tap here to enter text.

ACTION REQUESTED: **DECISION** **DISCUSSION**, **REVIEW**, or **UPDATE ONLY**

Previously Heard Date(s): Click or tap to enter a date. & Click or tap to enter a date.

Current Work Session: Monday, January 13, 2025

Current Council Meeting: Click or tap to enter a date.

SUBMITTED BY: Michael McCoy, Deputy City Manager

PRESENTER: Mayor Jazzmin Cobble & Michael McCoy, Deputy City Manager

PURPOSE: To consider and take action on opting out of HB581 Homestead Exemption

FACTS: HB581 limits how much property taxes can increase each year for homesteaded properties (homes where the owner lives as their primary residence). The increase is capped at a small percentage based on inflation, using the Consumer Price Index (CPI). For non-homesteaded properties (such as rental properties or businesses), these limits do not apply, meaning their taxes could increase more significantly over time.

OPTIONS: Approve, Deny, Defer Opt Out or Not

RECOMMENDED ACTION: Approve Click or tap here to enter text.

ATTACHMENTS:

- (1) Attachment 1 - Cover Letter
- (2) Attachment 2 - Opt Out Schedule
- (3) Attachment 3 - Opting Out vs Not Opting Out Example



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- (4) Attachment 4 - Click or tap here to enter text.
- (5) Attachment 5 - Click or tap here to enter text.